GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA

UNSTARRED QUESTION NO:4809
ANSWERED ON:30.03.2017
Infusion of Equity into Air India
Venugopal Dr. Ponnusamy

Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether Air India"s turnaround plan would be hit by a proposed curtailment in Government equity infusion;

(b) if so, the details thereof;

(c) whether Air India has received Rs.1713 crore of equity in the budget against the requirement of Rs.3,900 crore, if so, the details thereof;

(d) whether Air India"s request to release the remaining amount of Rs. 2,200 crore has been turned down by the Government; and

(e) if so, the details thereof and the reasons therefor?

Answer

Minister of State in the Ministry of CIVIL AVIATION

(Shri Jayant Sinha)

(a) & (b): Government has been regularly infusing Equity in Air India as laid down in the Turnaround Plan (TAP) approved by the Government. As per the TAP, Government has to infuse a total amount of Rs.30231 crore upto 2021, as against which the Government has released Rs 24745.21 crore till date.
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(c) to (e): Air India had sought a total amount of Rs 3901.49 crore as Equity Infusion from the Government during FY 2016-17 as per TAP recommendations and other related adjustments. As against this, a total amount of Rs.2465.21crores has been approved as Equity Infusion as a part of TAP to Air India for the FY 2016-17. This includes Rs.1713 crore allocated in the Budget of FY 2016-17 and an additional amount of Rs.752.21 crore allocated in the Supplementary Grants for FY 2016-17. ;